



Tax Information Publication

TIP

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New Sales and Use Tax Exclusion for Certain Motor Vehicle Leases or Rentals

Effective July 1, 2024, sales and use tax does not apply to the lease or rental of a motor vehicle as defined in section 316.003, Florida Statutes (F.S.), for use in the trade or established business of the lessee or rentee when:

- The lessor paid sales or use tax on the purchase price of the motor vehicle; and
- The lease or rental period is for 12 months or more.

The exclusion also applies to renewals of such leases or rentals.

The term “motor vehicle” as defined in s. 316.003, F.S., means a self-propelled vehicle not operated upon rails or a guideway. The term does not include any bicycle, electric bicycle, motorized scooter, electric personal assistive mobility device, mobile carrier, personal delivery device, swamp buggy, or moped.

When the lessor purchases such a motor vehicle in another state, territory of the United States, or the District of Columbia, a credit against Florida use tax and any discretionary sales surtax due when the motor vehicle is titled, registered, or licensed in Florida will be allowed for a similar tax lawfully imposed and paid to the other state, territory of the United States, or the District of Columbia on the purchase of the motor vehicle by the lessor.

When the applicable tax credit is equal to or greater than the amount of Florida use tax and discretionary sales surtax due, no additional use tax or discretionary sales surtax is due. When the tax paid to another state, territory of the United States, or the District of Columbia is greater than the Florida use tax and discretionary sales surtax due, no refund is due from the State of Florida.

References: Section 28, Chapter 24-158, Laws of Florida

For More Information

This document is intended to alert you to the requirements contained in Florida laws and administrative rules. It does not by its own effect create rights or require compliance.

For forms and other information, visit the Department’s website at floridarevenue.com or call Taxpayer Services at (850) 488-6800, Monday through Friday (excluding holidays).

For a detailed written response to your questions, write the Florida Department of Revenue, Taxpayer Services MS 3-2000, 5050 West Tennessee Street, Tallahassee, FL 32399-0112.

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